



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE, KARACHI

The Collectors of Customs, Collectorates of Customs (Appraisement – West)/ (Appraisement – East)/ Appraisement – Port Muhammad Bin Qasim / Enforcement / JIAP), Karachi/Hyderabad /Gawadar, Quetta, Lahore (Appraisement/Enforcement/AIIA, Appraisement), Faisalabad (Appraisement), Sambrial (Sialkot)/ Enforcement, Multan/ Islamabad/ Gilgit-Baltistan/ (Appraisement/Enforcement), Peshawar/Enforcement, Dera Ismail Khan/Exports (Port Qasim/Custom House, Karachi)/Transit Trade. Karachi.

DETERMINATION OF CUSTOMS VALUES OF ZIPPER (LOW END BRANDS) IN CUT-TO-SIZE AND ROLLS UNDER SECTION 25A OF THE CUSTOMS ACT,1969.

(VALUATION RULING NO. 1742/2023)

No. Misc/07/2009-IX /123

Dated:-31-01-2023

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Zipper (Low end brands) in Cut-to-Size and rolls are determined as follows:

2. **Background of the valuation issue:** Earlier, the values of Zipper (Low end brands) in Cut-to-Size and rolls were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No.1524/2021 dated 26-03-2021. The existing valuation ruling is more than one year old and different stakeholders requested to re-determine customs values afresh in line with values prevalent in the international market as well as raw material prices. Therefore, an exercise has been undertaken by this Directorate to determine the same.

3. **Stakeholders' participation in determination of Customs values:** Meeting was convened on 16-12-2022 which was attended by all relevant stakeholders. The issues pertaining to the valuation of subject goods were deliberated upon in detail in the afore-referred meeting.

4. **Analysis / Exercise done to determine Customs values:** The stakeholders contended that values for the Zipper (Low end brands) in Cut-to-Size and rolls are extremely high in comparison to market prices. For this purpose, ninety (90) days' data has been retrieved and scrutinized. Subsequently, market inquiry has also been conducted and examined in the light of this Directorate's Office Order No.17/2014 dated 19-03-2014 and in terms of Section 25(7) of the Customs read with Section 25(9) of the Customs Act, 1969.

5. **Method (s) adopted to determine Customs values:** Valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in sequential order to arrive at the Customs values of subject goods. The transaction value method as provided in sub-Section (1) of Section 25 of the Customs Act, 1969, was found inapplicable due to wide variation of values in import data. Moreover, the requisite information under law was not available to arrive at correct/transaction value. Therefore, identical/similar goods value methods provided in Sections 25(5) & (6) ibid were examined for applicability to determine Customs values of subject goods. The same provide some reference values but could not be exclusively and solely relied upon. In line with the statutory sequential order of Section 25, this office conducted market inquiries under sub-section (7) of Section 25 of the Customs Act, 1969. Therefore, Valuation methods vide sub-



section (8) of section 25 of the act ibid was examined for valuation but the same also could not be applied as conversion cost from the constituent material and allied expenses at the country of export could not be ascertained. All the information so gathered was evaluated and analyzed for purpose of determination of custom values of the Zipper (Low end brands) in Cut-to-Size and rolls which have been determined under Section 25 (9) of the Customs Act, 1969.

6. **Customs values of Zipper (Low end brands) in Cut-to-Size & Rolls:** Zipper (Low end Brands) in Cut-to-Size and Rolls hereinafter specified shall be assessed to duty/ taxes on the minimum Custom values given against them in the Table below: -

Table-A (Zippers-Low end brands-Cut to Size)

S. No	Specification	PCT	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Brass	9607.1100	9607.1100.1000	China/Vietnam/ Hong Kong	6.5
			9607.1100.1100	Indonesia/Thailand	6.7
			9607.1100.1200	Korea/ Taiwan	6.8
			9607.1100.1300	Other Origins	7.2
2.	Nylon/Polyester /Plastic		9607.1100.1400	China/Vietnam/ Hong Kong	2.60
			9607.1100.1500	Indonesia/Thailand	2.97
			9607.1100.1600	/ Korea/ Taiwan	3.07
			9607.1100.1700	Other Origins	3.13
3.	Aluminium		9607.1100.1800	China/Vietnam/ Hong Kong	2.75
			9607.1100.1900	Indonesia/Thailand	2.83
			9607.1100.2000	Korea/ Taiwan	2.88
			9607.1100.2100	Other Origins	3.05



Table-B (Zippers Low end brands in Rolls)

S. No	Specification of goods	PCT	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Brass	9607.1900	9607.1900.1000	China/Vietnam/ Hong Kong	5.85
			9607.1900.1100	Indonesia/Thailand	6.03
			9607.1900.1200	Korea/ Taiwan	6.12
			9607.1900.1300	Other Origins	6.48
2.	Nylon/Polyester /Plastic		9607.1900.1400	China/Vietnam/ Hong Kong	2.35
			9607.1900.1500	Indonesia/Thailand	2.78
			9607.1900.1600	Korea/ Taiwan	2.68
			9607.1900.1700	Other Origins	2.83

3.	Aluminium	9607.1900.1800	China/Vietnam/ Hong Kong	2.48
		9607.1900.1900	Indonesia/Thailand	2.5
		9607.1900.2000	Korea/ Taiwan	2.6
		9607.1900.2100	Other Origins	2.75

7. In cases, where declared values are higher than the Customs values determined in this Ruling, the assessing officers shall apply those values in terms of sub-Section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officers shall take into account the difference between air freight and sea freight while applying the Customs values in this Ruling.

8. **Validity of this Valuation Ruling:** This Ruling, containing the Customs values for assessment of subject imported goods, shall be applicable until and unless the same are rescinded or revised by the competent authority in terms of sub-Section (4) of Section 25A of the Customs Act, 1969.

9. **Revision of the values determined vide this Valuation Ruling:** If aggrieved, a revision petition may be filed against this ruling as provided under Section 25D of the Customs Act, 1969, within 30 days from the date of its issuance, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

10. The Collectors of Customs may kindly ensure that the values given in the Valuation Ruling, for the given description of goods, are applied by the concerned assessing officers / officials without fail. Any anomaly observed may kindly be brought to the notice of this Directorate immediately. The Customs values determined in this ruling are for the descriptions and specifications as mentioned in Para-6 of this Ruling. HS Codes are mentioned for illustrative purposes so that Valuation Ruling is made accessible to the assessing officers. The assessments shall be finalized on the basis of correct classifications after fulfilling all formalities related to importability or other certifications required thereon.

11. This ruling supersedes *Valuation Ruling No. 1524/2021 dated 26-03-2021*.


(Fayaz Rasool Maken)
 Director

Copy for information to: -

- 1) The Member Customs (Operations), Federal Board of Revenue, Islamabad.
- 2) The Director General, Customs Valuation, Custom House, Karachi.
- 3) The Chief Collector of Customs, Appraisal (South), Custom House, Karachi.
- 4) The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
- 5) The Chief Collector of Customs, Appraisal (Central), Custom House, Lahore.
- 6) The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
- 7) The Chief Collector of Customs (North), Custom House, Islamabad.
- 8) The Chief Collector of Customs, Baluchistan, Custom House, Quetta.
- 9) The Chief Collector of Customs, Khyber Pakhtunkhwa, Custom House, Peshawar.
- 10) The Director General, Intelligence and Investigation (Customs), FBR, Islamabad.
- 11) The Director General, PCA & Internal Audit, Karachi.
- 12) The Director General, IOCO, Karachi

- 13) The Director, Intelligence & Investigation, Karachi/Lahore/Islamabad/Quetta/ Peshawar/ Faisalabad.
- 14) The Director, Transit Trade, Custom House Karachi
- 15) The Director, Directorate of Customs Valuation, Lahore/Quetta/Peshawar.
- 16) The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
- 17) The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- 18) The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- 19) The Karachi Customs Agents Association, Bohri Road, Karachi.
- 20) The Webmaster, Federal Board of Revenue, Islamabad.
- 21) Guard File.